



You can elect to recover all or part of the cost of certain qualifying property, up to a limit, by deducting it in the year you place the property in service. This is the section 179 deduction. You can elect the section 179 deduction instead of recovering the cost by taking depreciation deductions.

For example if you purchase a piece of qualifying equipment for \$30,000 and are able to get it delivered before Dec 31st then you can deduct the entire \$30,000 for that years taxes while making payments on the equipment over the next 3+ years in a financing package with us. Assuming a 35% tax bracket your first year tax deduction on \$30,000 would be \$10,500. When taking into account the tax savings the lowered cost on the \$30,000 equipment would be \$19,500. It is very nice and many companies work to take advantage of this deduction at the end of each year.

Please find additional details on Section 179 in the below link and consult with your tax professional:

<https://www.irs.gov/publications/p946/ch02.html>



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